

FISCAL NOTE

SB 2734 - HB 2939

April 9, 1998

SUMMARY OF BILL: Allows hospitals to convert existing beds to nursing home beds for the provision of subacute services as defined by the Health Facilities Commission. The number of beds is limited to the greater of twenty or ten percent of the hospital's licensed bed capacity.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - Not Significant
Increase State Revenues - Not Significant

Assumes some increased cost and revenues to the Department of Health to license and regulate the new beds, however, the impact is estimated to be not significant. TennCare currently has no payment category for subacute. The TennCare program has a global funding cap that would limit the total amount of expenditures to the TennCare program.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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